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LONG-RANGE PROJECTIONS OF SOCIAL SECURITY TRUST FUND OPERATIONS IN DOLLARS

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Some interest has been expressed in the dollar values of the estimated long-range projections of the operations of the combined Old-Age and Survivors Insurance (OASI) and Disability Insurance (DI) Trust Funds as well as the operations of the combined OASI, DI, and Hospital Insurance (HI) Trust Funds. Long-range projections typically are not shown as dollar amounts because of the noncomparability of such monetary units over time when inflation is taken into account. Instead, relative measures which are comparable over time have been developed. Two examples of such measures are cost rates and income rates, which express the cost and income of the program as percentages of taxable payroll. Another is the trust fund ratio, which expresses the assets of the Trust Funds as a proportion of the outgo during a specific period of time, usually the next year. These measures are discussed fully in the "1983 Annual Report, Federal Old-Age and Survivors Insurance and Disability Insurance Trust Funds" (1983 OASDI Trustees Report). They are the ones that have been used by Social Security program planners and legislators to evaluate the long-range status of the program and the long-range effect of proposed changes to the program. Nonetheless, in view of the interest that continues to be expressed in long-range dollar values, this note presents long-range OASDI projections in current dollars together with several indices which can be used to convert current dollars into constant dollars. In addition, the Appendix to this note presents financial projections of a more limited nature for the HI program and for the combined OASDI and HI programs.

Table 1 shows projections of the operations of the combined OASI and DI Trust Funds—that is, assets at the beginning of the year, tax income, total income, outgo, and assets at the end of the year. The footnotes in the table define these items. The projections are based on four sets of economic and demographic assumptions identified as Alternatives I, II-A, II-B, and III, which are described in detail in the 1983 OASDI Trustees Report. The projections of all these financial items are shown in current dollars.

A major consideration in converting current dollars to constant dollars is the selection of the index of conversion. Price indices adjust for the effects of price inflation. One price index presented in this note is the Consumer Price Index for Urban Wage Earners and Clerical Workers (CPI-W), which is published by the Bureau of Labor Statistics, Department of Labor. The CPI-W was chosen mainly because it is used to determine automatic increases in OASDI benefits. Another 'House Document No. 98-74, dated June 27, 1983.

price index presented is the Implicit Price Deflator for the Gross National Product, hereafter referred to as the GNP deflator. Also shown are the GNP values themselves.

Wage indices adjust for the combined effects of price inflation and real-wage growth. The particular wage index presented in this note is the average annual amount of total wages. This wage series is used to adjust many of the Social Security program amounts that are subject to automatic adjustment (such as the contribution and benefit base).

Payroll indices adjust for the effects of variations in the number of workers as well as for the effect of price inflation and real-wage growth. This note presents the OASDI taxable payroll, which consists of all earnings subject to OASDI tax rates (including deemed wages based on military service), adjusted to reflect the lower tax rates (in comparison with the combined employee-employer rate) which apply to self-employment income through 1983, tips, and multiple-employer "excess wages."

The application of an interest rate is another way of converting dollar values through time. The selection of an interest rate can be based on many types of investments, such as those by individuals, groups, or the Social Security trust funds. The particular series of interest-rate indices presented in this note is based on the interest rates for special public-debt obligations issuable to the Social Security trust funds, which form the basis of the interest calculations done for the 1983 OASDI Trustees Report.

The CPI-W, after several years of varying increases, is assumed to increase annually by rates of 2, 3, 4, and 5 percent under Alternatives I, II-A, II-B, and III, respectively. Similarly, the average annual wage is assumed to increase by 4.5, 5, 5.5, and 6 percent. After the first few years, no specific assumption is made about GNP growth; rather its projection is based on the complex interaction of many economic and demographic variables. Similarly, the projection of payroll growth is based on the interaction of many economic and demographic variables. Appendix A of the 1983 OASDI Trustees Report discusses the payroll projections more fully. The ultimate interest rate assumed is 5.06, 5.575, 6.08, and 6.575 percent under Alternatives I, II-A, II-B, and III, respectively. These assumptions are the result of the compound effect of the ultimate annual increases assumed for the CPI-W (2, 3, 4, and 5 percent) with the respective ultimate real-interest rate assumptions (3, 2.5, 2, and 1.5 percent).

Table 2 shows these economic variables or functions thereof. The form of these tables is similar to that of the tables on Trust Fund operations in order to facilitate constant-dollar calculations that may be of interest to

economic and financial analysts. It is left to the individual analyst to decide which variable to use to accomplish his or her particular purpose.

Assets at end of year

\$27.5 27.6 32.5 36.1 39.7 53.9 82.4 123.5 172.3 230.2

300.1 382.0 477.7 589.2 718.1 864.9 1,031.6 1,220.0 1,431.4 1,667.1 1,928.5 2,217.1 2,534.3

2,880.1 3,254.5

4,547.1 7,171.2 10,133.2 13,108.3 15,829.5

15,829.5 18,073.0 19,779.5 20,749.9 20,057.1 16,094.7 6,847.9

\$26.2 21.9 24.2 32.2 27.2 51.1

51.1 80.0 120.8 152.6 189.7 234.9 287.3 348.5

348.5 420.6 504.9 601.9 712.8 839.1 981.2 1,139.8 1,315.4 1,508.5 1,718.8 1,945.0

2,185.4

2,965.0

2,965.0 4,147.3 4,324.5 2,017.4 -4,909.5 -19,600.5 -46,494.9 -92,361.8 -168,012.7

-289,447.1 -479,197.9

Outgo+

\$169.5 180.3 193.8 209.9 225.2 240.8 256.5 272.7 289.8 307.7 322.6 372.9 372.9 391.7 413.0 435.6 512.7 543.0 575.8 611.5 650.5

693.3

848.3 1,233.3 1,797.5 2,570.8

3.560.0

4,814.0 6,329.1 8,309.0 10,989.8 14,583.1 19,263.6

\$169.6 180.5 193.2 206.8 227.4 247.0 267.0 287.6 324.6 348.0 368.7 390.8

414.3 439.3 465.8 495.2 526.7 560.4 596.3 634.9 677.5

723.8 774.4 829.6 890.0

1,110.1

1,110.1 1,661.6 2,496.2 3,689.5 5,300.5 7,448.5 10,184.3

13,839.0 18,788.0

Table 1.—Projections of the Operations of OASI and DI Trust Funds for 1983-2060 by Alternative

Calendar year	Assets at beginning of years	Tax income*	Total incomes	O-44	Assets at	llions] Calendar year	Assets at beginning of year ¹	Tax income ^a	Total
	yean.	iucome.	income.	Outgo4	end of year ¹		year-	income.	income*
Alternative I:	604.0	6400.7	4470.5			Alternative II-B:	\$24.8	8460.4	0470
1983	\$24.8 40.4	\$163.7	\$172.5	\$169.3	\$27.9	1983	39.8	\$163.4	\$172.2
1984	44.1	181.9	183.2	179.9	30.2	1984 1985	41.4	179.8	180.9
1986	54.8	200.2	202.0	191.0	39.6	1986	47.5	197.4	198.
1007	62.6	216.4	219.3	203.6	46.2	1007		212.9	214.
1987	85.9	233.4	237.3	215.4	67.4	1987	52.1	229.1	231.
1988		265.6	271.2	227.2	111.4	1988	57.7	260.3	263.
1989	131.5 192.0	283.3	291.5	232.7	170.2	1989	73.5 103.9	280.4	285.
1990		311.2	322.5	249.8	242.9	1990		307.0	313.
1991	266.2	330.3	345.5	255.9	332.5	1991	146.5	329.1	338.0
1992 1993	357.3 463.9	354.8	374.5	272.0	435.1	1992 1993	196.8 258.8	353.0 376.4	365.
1994		377.5	402.6	275.0	562.6	1994	236.6 330.5		392.
1995	593.1 741.5	399.3	430.6	283.9	709.3	1995	414.3	400.2	420.
1006		421.5	460.6	293.5	876.5	1006		425.6	451.
1996	910.5	445.1	493.0	303.7	1,065.8	1996	512.1	452.9	484.
1997	1,101.7	470.1	527.9	314.5	1,279.2	1997	625.8	482.1	520.
1998	1,317.1	496.4	565.4	327.4	1,517.3	1998	757.1	513.1	559.
1999	1,557.3	524.5	605.9	341.1	1,782.1	1999	906.4	546.4	602.
2000	1,824.5	554.3	649.4	355.6	2,075.9	2000	1,075.7	581.8	648.
2001	2,120.6	584.5	694.8	371.2	2,399.5	2001	1,267.0	618.5	696.0
2002	2,446.6	615.9	743.0	388.2	2,754.4	2002	1,481.3	657.0	748.
2003	2,803.9	649.0	794.4	406.9	3,141.9	2003	1,720.1	698.3	804.
2004	3,194.1	683.9	849.3	427.2	3,563.9	2004	1,984.8	742.2	864.
2005	3,619.0	720.4	907.5	449.3	4,022.1	2005	2,277.0	788.5	928.6
2006	4,080.0	758.0	968.6	473.7	4,517.1	2000	2,597.7	836.6	996.3
2007	4,577.9	796.9	1,032.9	500.5	5,049.5	2007	2, 94 7.3	886.8	1,067.7
2010	4 000 0					2010	4 400 4	4.050.0	
2010	6,300.3	923.4	1,246.8	597.2	6,879.5	2010	4,168.1	1,052.3	1,307.0
2015	9,960.2	1,171.9	1,679.8	833.2	10,717.9	2015	6,715.1	1,387.5	1,794.0
2020	14,644.2	1,483.6	2,227.0	1,160.2	15,598.8	2020	9,666.0	1,821.0	2,401.1
2025	20,545.4	1,887.8	2,928.1	1,574.9	21,756.3	2025	12,706.6	2,394.6	3,151.0
2030	28,131.8	2,412.2	3,835.3	2,058.8	29,726.8	2030	15,549.9	3,154.7	4,073.6
2035	38,218.7	3,089.1	5,022.9	2,621.3	40,388.2	2035	17,981.0	4,158.9	5,213.6
2040	52,029.1	3,953.7	6,588.9	3,250.3	55,070.5	2040	19,883.6	5,470.6	6,629.2
2045	71,223.2	5,065.5	8,675.5	4,049.1	75,468.9	2045	21,175.2	7,192.5	8,414.2
2050	97,672.3	6,499.0	11,450.8	5,124.7	103,509.7	2050	21,095.0	9,454.9	10,649.1
2055	133,691.3	8,354.7	15,132.7	6,552.8	141,642.7	2055	18,161.4 10,445.2	12,449.6	13,434.1
2060ernative II-A:	182,502.1	10,742.1	19,995.0	8,370.6	193,318.2	2060Alternative III:	10,445.2	16,399.1	16,874.9
1983	\$24.8	8400.0	4470.0			1983	\$24.8	\$162.2	
1004		\$163.6	\$172.3	\$169.5	\$27.6	1004			\$171.0
1984	40.0 42.6	180.8	182.1	180.3	28.8	1984 1985	38.1 35.3	175.5 194.9	176.3
1985 1986	42.6 50.5	197.5	198.9	192.2	35.6	1986	39.2		195.5
1987	50.5 55.5	212.2	214.3	205.6	39.5	1007	39.2 48.5	213.7	214.8
1000		227.9	230.9	218.3	45.3	1987		233.0	234.6
1988	63.2	258.6	262.8	231.1	76.8	1988 1989	45.7	267.8	270.9
1989	96.3	278.5	284.7	243.8	117.6	1909	71.4 102.4	290.7	295.9
1990	139.0	304.6	313.4	257.2	173.8	1990	144.8	320.6 346.3	328.3
1991	196.6	324.7	336.7	271.3	239.3	1991	144.0	346.3	356.4
1992	263.4	345.8	361.7	285.9	315.1	1992	178.3 220.0	372.9	385.1
1993	343.1	368.3	388.3	297.7	405.7	1993		399.6	414.0
1994	435.4	390.4	415.2	310.3	510.6	1994	267.2	426.5	443.1
1995	542.1	414.0	444.9	323.6	631.9	1995	321.7	455.3	475.5
1996	665.3	439.0	477.0	337.7	771.2	1996	385.3	486.9	511.3
1997	806.6	465.6	511.7	352.7	930.2	1997	460.0	520.7	550.2
1998	967.8	493.8	549.1	369.8	1,109.5	1998	547.1	557.0	592.2 637.7
1999	1,149.3	523.9	589.5	388.0	1,311.0	1999	647.0	595.9	637.7
2000	1,353.3	556.0	633.1	407.3	1,536.8 1,787.8	2000	761.0	637.3	686.7
2001	1,581.6	588.7	678.8	427.9	1,787.8	2001	890.6	680.5	738.4
2002	1,835.2	623.0	727.4	450.1	2,065.1	2002	1,036.2	726.1	793.5
2003	2,115.3	659.2	779.4	474.5	2,369.9	2003	1,198.4	775.0	853.1
2004	2,423.0	697.4	834.9	501.1	2,703.8	2004	1,378.0	827.1	916.9
2005	2,759.9	737.4	893.9	529.9	3,067.8	2005	1,575.2	882.0	984.7
2006	3,127.0	778.8	955.8	561.4	3,462.2	2006	1,789.8	939.2	1,055.8
2007	3,524.6	821.7	1,020.9	596.0	3,887.1	2007	2,020.5	998.9	1,130.4
2010	4,901.6	961.7	1,237.5	720.9	5,345.2	2010	2,788.6	1,196.5	1,376.7
2015	7,776.7	1,238.5	1,672.6	1,027.8	8,328.0	2015	4,075.0	1,595.5	1,853.5
2020	11,240.2	1,587.4	2,210.7	1,465.9	11.865.7	2020	4,588.6	2,109.9	2,388.8
2025	15,168.0	2,038.2	2,875.1	2,047.0	15,843.6	2025	2,975.8	2,783.2	2,936.
2030	19,553.3	2,621.6	3,696.9	2,762.1	20,292.8	2030	-2,755.1	3,665.6	3,413.9
2035	24,556.1	3,374.0	4,721.8	3,638.4	25,388.8	2035	-15,493.8	4,818.2	3,691.4
2040	30 529 3	4,332.9	6,008.0	4,660.2	31,555.6	2040	-39,412.4	6,303.3	3,556.4
2045	37,993.2	5,563.3	7,647.2	5,970.2	39,258.1	2045	-80,635.1	8,224.2	2,702.0
2050	47,163.6	7,142.5	9,726.7	7,713.7	48,647.5	2050	-149,050.5	10 701 9	590.0
	FO 000 4	0.405.0				ONEE	050 500 0		0 500 7
2055 2060	58,063.1 70,877.9	9,185.0 11,815.6	12,361.7 15,688.4	10,002.4 12,903.4	59,742.3	2055 2060	-259,529.8 -433,124.5	13,938.3 18,159.2	-3,560.7 -10,911.8

Assets at the end of the calendar year are the total monies in the OASI and DI Trust Funds at that time, including the net effect of interfund loans and the payments to and reimbursements for the noninsured persons described below. Assets at the beginning of the calendar year are the assets at the end of the prior year increased by the advanced tax transfers for January. Both columns of assets reflect interfund-borrowing transfers which are not included in either the income or outgo figures.

*Tax income consists of net OASDI payroll taxes and, after 1983, taxes on benefits; for 1983 it includes the amount transferred from the general fund of the Treasury to the OASI and DI Trust Funds on May 20, 1983, for costs of noncontributory wage credits for military

service performed before 1957.

^{*}Total income consists of tax income, interest income, and payments from the general fund of the Treasury for costs of benefits paid to certain noninsured persons who attained age 72 before 1968 and have less than three quarters of coverage.

Outgo consists of benefit payments, administrative expenses, net transfers under the financial interchange between the OASI and DI Trust Funds and the Railroad Retirement Account, payments for vocational rehabilitation services for disabled beneficiaries, and payments to the noninsured persons described above.

Table 2.—Selected Economic Variables for 1982-2060 by Alternative

[GNP and taxable payroll in billions]

Calendar year	CPI	GNP deflator ^a	GNP	Average wages	Taxable payroll*	Compound interest rate factors	Calendar year	CPI	GNP deflator ²	GNP	Average wage ³	Taxable payroll*	Compound interest rate factors
Alternative I:							Alternative II-B:						
1982	97.53	96.71	\$3,059	\$14,498	\$1,341	0.8964	1982	97.01	96.01	\$3,059	\$14,498 15,166	\$1,341 1,475	0.8963
1983	100.00 103.28	100.00 104.00	3,271 3,595	15,137 15,799	1,477	1.0000 1.0813	1983 1984	100.00 104.44	100.00 104.44	3,263 3,548	15,166	1,475	1.0000
1984 1985	103.20	108.16	3,929	16,799	1,594 1,735	1.1482	1985	109.98	109.99	3,877	16,596	1,710	0.8963 1.0000 1.0852 1.1620
1986	110.65	111.75	4,243	16,624 17,542	1,872	1.2117	1986	115.26	115.27	4,189	17,527	1,840	1.2420
1987	113.96	115.10	4,567	18,537	2,016	1.2773	1987	120.34	120.34	4,505	18,521	1,977	1.3242
1988	117.03 119.74	118.21 120.93	4,902 5,240	19,537 20,549	2,163 2,294	1.3451 1.4149	1988 1989	125.28 130.29	125.27 130.28	4,831 5,175	19,525 20,588	2,117 2,269	1.4087 1.4981
1989	122.14	123.34	5,585	21,607	2,294	1.4867	1990	135.50	135.49	5,544	21,744	2,420	1.5930
1991	124.57	125.82	5,954	22,744	2,605	1.5619	1991	140.91	140.91	5,938	22,973	2.591	1.6921 1.7973
1992	127.07	128.33	6,340	23,920	2,799	1.6409	1992	146.55	146.55	6,359	24,271	2,773	1.7973
1993	129.60	130.89	6,746 7,122	25,092	2,973	1.7239	1993 1994	152.40 158.49	152.41 158.51	6,791 7,219	25,606 27,014	2,952 3,137	1.9078 2.0238
1994 1995	132.21 134.84	133.51 136.18	7,122	26,272 27,454	3,144 3,320	1.8112 1.9028	1995	164 84	164.85	7,690	28,500	3,335	2.1469
	137.55	138.90	7,943	28,689	3,507	1.9991	1996	171.43	171.45	8,201	30,067	3,550	2.2774
1997	140.28	141.68	8,387	29,980	3,704	2.1003	1997	1/8.29	178.30	8,745	31,721	3,779	2.4158
	143.09 145.96	144.51 147.40	8,858 9,359	31,329 32,739	3,913	2.2065	1998 1999	185.41 192.84	185.43 192.85	9,323 9,945	33,465 35,306	4,023 4,284	2.5627 2.7185
1999 2000	148.87	150.35	9,890	34,212	4,135 4,370	2.3182 2.4355	2000	200.57	200.57	10,610	37,248	4,562	2.8838
2001	151.88	153.36	10,428	35,752	4,608	2.5587	2001	208.57	208.59	11,298	39,297	4,849	3.0592 3.2452
2002	154.88	156.43	10,989	37,361	4,856	2.6882	2002	216.91	216.93	12,025	41,458	5,151	3.2452
2003	157.99	159.55	11,580	39,042	5,117	2.8242	2003 2004	225.61 234.62	225.61 234.63	12,805 13,635	43,738	5,474	3.4425
2004 2005	161.17 164.38	162.74 166.00	12,202 12,857	40,799 42,635	5,391 5,678	2.9671 3.1173	2005	244.00	244.02	14,516	46,144 48,682	5,817 6,179	3.6518 3.8738
2006	167.66	169.32	13 531	44,554	5,973	3.2750	2006	253.78	253.78	15,433	51,359	6,554	3.8738 4.1093 4.3592
2007	171.00	172.71	14,228	46,558	6,278	3.4407	2007	263.93	263.93	16,391	54,184	6,943	
2010	181.48	183.28	16,484	53,131	7,264	3.9899	2010	296.87	296.89	19,552	63,625	8,225	5,2036 6,9899 9,3895
2015	200.37	202.35	20,918	66,211 82,511	9,184	5.1068	2015	361.18	361.21	25,993	83,155	10,793	6.9899
2020	221.22 244.27	223.41	26,500 33,767	82,511	11,579	6.5363	2020 2025	439.43 534.66	439.46 534.67	34,410 45,650	108,680 142,041	14,085 18,420	9.3895 12.6127
2025 2030	269.69	246.67 272.34	43,265	102,823 128,137	14,683 18,723	8.3660 10.7080	2030	650.59	650.51	60,753	185,642	24,168	16.9425
2035	297.74	300.69	55,622	159,681	23,956	13.7055	2033	/91.43	791.45	80,993	242,626	31,765	22.7585
	328.73	331.98	71,545	198,992	30,667	17.5421	2040	962.89	962.92	107,889	317,103	41,717	30.5712
2045 2050	362.96	366.53	92,110	247,980	39,294	22.4527	2045 2050	1,171.50 1,425.28	1,171.53 1,425.35	143,656	414,441	54,765	41.0658
2055	400.74 442.45	404.68 446.80	118,810 153,500	309,029 385,106	50,443 64,861	28.7379 36.7825	2055	1 734 OB	1,734.16	191,467 255,582	541,658 707,925	71,964 94,714	55.1630 74.0995
2060	488.48	499.31	198,355	479,912	83,417	47.0792	2060	2,109.78	2,109.87	341,394	925,230	124,739	99.5367
Alternative II-A: 1 382	97.37	96.52	\$3,059	644 400			Alternative III:	96.78	95.76	\$3,059	\$14,498	\$1,341	0.0000
1383	100.00	100.00	3,268	\$14,498 15,134	\$1,341 1,475	0.8963 1.0000	1982 1983	100.00	100.00	3,211	15,082	1,459	0.8963 1.0000 1.0691
1 384	103.61	104.30	3,573	15,761	1,584	1.0827	1984	106.37	105.98	3,463	15,663	1,536	1.0691
	107.76	108.78	3,879	16,519	1,710	1.1521		114.59	113.80	3,864	16,789	1,690	1.1784 1.2842
1986	111.64 115.22	112.70	4,179	17,358	1,835	1.2192	1966	123.00 130.38	121.92 129.06	4,268 4,640	18,020	1,849	1.2842
1987 1988	118.69	116.30 119.79	4,485 4,804	18,258 19,181	1,967 2,104	1.2887 1.3614	1987 1988	137.56	136.11	5,025	19,236 20,464	2,012 2,179	1.4002 1.5201
1.309	122.23	123.39	5,146	20,205	2,255	1.4373	1969	144.60	143.08	5,425	21,737	2,354	1.6433
1990	125.91	127.09	5,499	21.328	2,403	1.5174	1990	151.84	150.23 157.74	5.850	23,105	2,527	1.7696
1997	129.69	130.90	5,844	22,481	2,558	1.6020	1991	159.42	157.74	6,301	24,565	2,722	1.8976
1992	133.57 137.58	134.83 138.88	6,216	23,678	2,720	1.6913	1992 1993	167.40	165.63 173.91	6,780	26,082 27,673	2,923 3,126	2.0270
1:484	141.70	143.04	6,624 7,023	24,910 26,155	2,893 3,065	1.7856 1.8852	1994	175.75 184.54	182.60	7,273 7,767	29,333	3,335	2.1619 2.3040
1995	145.95	147.33	7,451	26,155 27,463	3,250	1.9902	1990	193.80	191.73	8,309	31,093	3,558	2.4555
	150.34	151.75	7,911	28,836	3,447	2.1012	1996	203.49	201.32	8,913	32,959	3.805	2.6170
1997 1998	154.86 159.48	156.30	8,398	30,278	3,657	2.2183	1997 1998	213.65 224.31	211.38	9,557	34,936	4,070	2.7890
1999	164.27	160.99 165.82	8,914 9,467	31,792 33,381	3,879 4,116	2.3420 2.4726	1999	235.55	221.95 233.05	10,249 10,993	37,032 39,254	4,353 4,657	2.9724 3.1679
21/00	169.20	170.80	10,055	35,051	4,116	2.4726 2.6104	2000	247.32	244.70	11,789	41,609	4,980	3.3761
2001	174.29	175.92	10,656	36.803	4,626	2.7560	2001	259.69	256.94	12,622	44,106	5,317	3.3761 3.5981
2002	179.52	181.20	11,288	38,643	4,895	2.9096		272.67	269.78	13,502	46,752	5,672	3.8347
2003	184.89 190.45	186.64 192.23	11,953 12,657	40,575 42,604	5,178 5,478	3.0718	2003 2004	286.32 300.64	283.27 297.43	14,451 15,462	49,558 52,531	6,053 6,457	4.0868
2005	196.15	198.00	13,399	44,734	5,791	3.2431 3.4239	2005	315.66	312.31	16,538	55,683	6,884	4.3555 4.6419
2006 2007	202.02 208.10	203.94 210.06	14,166 14,963	46,971 49,320	6,114	3.6148	2006 2007	331.42 348.02	327.92 344.32	17,659 18,834	59,024 62,565	7,326 7,787	4,9471
	227.40			-	6,448	3.8163		402.85				•	5.2724
2010 2015	263.60	229.54 266.10	17,554 22,692	57,094 72,868	7,534 9,657	4.4908 5.8902	2010 2015	514.15	398.59 508.72	22,725 30,652	74,516 99,719	9,305 12,329	6.3823 8.7751
2020	305.60	308.48	29,206	93.000	12,311	7.7256	2020	656.24	649.26	40,983	133,447	16,174	12.0650
2025	354.28	357.61	37,669	118,694	15,728	10.1330	2025	837.53	828.65	54,632	178,582	21,155	16.5884
2030 2035	410.70 476.11	414.57 480.60	48,731 63,148	151,486	20,153	13.2906	2030 2035	1,068.91 1,364.25	1,057.58 1,349.78	72,757 96,762	238,984	27,646 36,079	22.8077
2040	551.96	557.15	81,759	193,339 246,755	25,868 33,176	17.4321 22.8642	2040	1,741.15	1,722.69	128,237	319,814 427,983	36,079 46,921	31.3587 43.1156
2045	639.84	645.88	105,833	314,929	42,538	29.9890	2045	2,222,20	2,198.64	169,481	427,983 572,738	60,856	59.2805
2000	741.77	748.76	137,121	401,939	54,594	39.3339	2050	2,836.15	2,806.08	223,830	766,453	78,873	81.5058
2055 2060	859.92 996.86	868.02 1,006.27	177,928 231,024	512,987 654,716	70,174	51.5908	2055 2060	3,619.72 4,619.79	3,581.35 4,570.82	296,003 391,956	1,025,686 1,372,600	102,365 133,029	112.0638
'The CPI is a m					90,257	67.6671							154.0785
Clorical Markey (Of		or une col	INCHES IN	e muex for	OLDRU MAG	e camers and	*Taxable payrol	consists o	or total earr	nings subjec	t to taxes c	redited to the	ne OASI and DI

The CPI is a modification of the Consumer Price Index for Urban Wage Earners and Clerical Workers (CPI-W) as defined by the Bureau of Labor Statistics (BLS), Department of Labor. The CPI-W is the index on which OASDI automatic benefit increases are based. For a given year, the modification divides the average of the 12 monthly CPI-W values by the analotous 1983 value and multiplies the result by 100, thereby initializing the CPI-W at 100 in 1983.

^{*}The GNP deflator is a modification of the Implicit Price Deflator for Gross National Product as defined by BLS; the modification initializes the Implicit Price Deflator for GNP at 100 in 1983.

^{*}Average wage is the average annual amount of total wages; it is the index used in the calculations of initial benefits and the contribution and benefit base.

^{*}Taxable payroll consists of total earnings subject to taxes credited to the OASI and DI Trust Funds, including deemed wages based on military service; these earnings are adjusted to reflect the lower effective tax rates (compared to the combined employee-employer rate) which apply to tips, multiple-employer "excess wages," and self-employment income through 1983.

^{*}The compound interest-rate factor is based on the interest rates for special public-debt obligations issuable to the OASI and DI Trust Funds. Each can be used to convert dollar values between July 1, 1983, and July 1 of the year shown.

Appendix

This appendix presents OASDI and HI tax income and outgo as projected under Alternative II-B. The projections shown are more limited than the OASDI projections shown in the main part of this note because more detailed 75-year HI projections are not available. The reason for this unavailability of long-range HI projections is that the standard HI projection period is 25 years. In addition, negative assets are not projected for the HI program. Therefore, for example, because the HI Trust Fund is projected to be exhausted in 1990 under Alternative II-B, projected combined assets for OASDI and HI thereafter are unavailable. Consequently, because projections of assets are available for only such limited number of years, they have been omitted from this presentation. Similarly, because estimates of negative income are unavailable, projections of net interest income have been omitted.

The following table shows the tax income and outgo projected under Alternative II-B for the OASDI, HI, and the combined OASDI and HI programs. The footnotes in the table define these items. The form of this table is similar to that of table 7 in the main part of this note in order to facilitate constant-dollar calculations that may be of interest to economic and financial analysts.

Appendix Table.—OASDI, HI, and Combined OASDI and HI Tax Income and Outgo Projected Under Alternative II-B, Calendar Years 1983-2055

	OAS	SDI	Н	ŀ	Total		
Calendar year	Tax income:	Outgo	Tax income ³	Outgo4	Tax income	Outgo	
1983	\$163.4	\$169.5	\$38.3	\$40.8	\$201.7	\$210.3	
1984	179.8	180.3	42.9	45.7	222.7	226.0	
1985	197.4	193.8	48.2	51.4	245.6	245.2	
1986	212.9	209.9	55.5	57.3	268.4	267.2	
1987	229.1	225.2	59.5	63.6	288.6	288.8	

Appendix Table.—OASDI, HI, and Combined OASDI and HI Tax Income and Outgo Projected Under Alternative II-B, Calendar Years 1983-2055 (Cont.)
[In billions]

	OAS	SDI	Н	Į	Total		
Calendar year	Tax income ¹	Outgo ^a	Tax income ³	Outgo ⁴	Tax income	Outgo	
1988	260.3	240.8	63.6	70.6	323.9	311.4	
1989	280.4	256.5	68.0	78.1	348.4	334.6	
1990	307.0	272.7	72.4	86.4	379.4	359.1	
1991	329.1	289.8	77.4	95.2	406.5	385.0	
1992	353.0	307.7	82.6	104.9	435.6	412.6	
1993	376.4	322.6	87.9	115.2	464.3	437.8	
1994	400.2	338.4	93.3	126.1	493.5	464.5	
1995	425.6	355.2	99.0	138.3	524.6	493.5	
1996	452.9	372.9	105.4	151.6	558.3	524.5	
1997	482.1	391.7	112.2	165.2	594.3	556.9	
1998	513.1	413.0	119.4	180.3	632.5	593.3	
1999	546.4	435.6	127.1	196.4	673.5	632.0	
2000	581.8	459.7	135.3	213.7	717.1	673.4	
2001	618.5	485.2	143.7	232.5	762.2	717.7	
2002	657.0	512.7	152.6	252.0	809.6	764.7	
2003	698.3	543.0	162.0	273.7	860.3	816.7	
2004	742.2	575.8	171.9	297.1	914.1	872.9	
2005	788.5	611.5	182.4	322.7	970.9	934.2	
2006	836.6	650.5	193.4	350.2	1.030.0	1.000.7	
2007	886.8	693.3	204.8	380.7	1,091.6	1,074.0	
2010	1,052.3	848.3	242.3	468.8	1.294.6	1.317.1	
2015	1,387.5	1,233,3	317.6	681.2	1,705.1	1.914.5	
2020	1.821.0	1.797.5	414.2	999.7	2,235.2	2.797.2	
2025	2.394.6	2,570.8	541.5	1.473.3	2,936.1	4.044.1	
2030	3,154.7	3,560.0	710.7	2.119.9	3,865.4	5.679.9	
2035	4,158.9	4.814.0	934.3	2.931.7	5.093.2	7.745.7	
2040	5,470.6	6.329.1	1.227.1	3.930.9	6,697.7	10.260.0	
2045	7,192.5	8,309.0	1,610.7	5,176.6	8.803.2	13.485.6	
2050	9,454.9	10,989.8	2.116.2	6.822.9	11.571.1	17.812.7	
2055	12,449.6	14,583.1	2.784.9	8,998.0	15,234.5	23.581.1	

¹OASDI tax income consists of net OASDI payroll taxes and, after 1983, taxes on benefits; for 1983 it includes the amount transferred from the general fund of the Treasury to the OASI and DI Trust Funds on May 20, 1983, for costs of noncontributory wage credits for military service performed before 1957. The OASDI income is on a cash basis.

*OASDI outgo consists of benefit payments, administrative expenses, net transfers under the financial interchange between the OASI and DI Trust Funds and the Railroad Retirement Account, payments for vocational rehabilitation services for disabled beneficiaries, and payments to certain noninsured persons who attained age 72 before 1968 and have less than three quarters of coverage. The OASDI outgo is on a cash basis.

*HI tax income consists of HI payroll taxes (including taxes from railroad employment) and reimbursements from the general fund of the Treasury for costs of noncontributory wage credits for military service. The HI income is on an incurred basis.

*HI outgo consists of HI outlays for insured beneficiaries and administrative expenses. The HI outgo is on an incurred basis.